

**SUPPLEMENTAL BUDGET**

Program 030

**DSHS - Mental Health****Recommendation Summary**

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
<b>2013-15 Expenditure Authority</b>	2,674.7	941,691	918,591	1,860,282
<b>Supplemental Changes</b>				
Hospital Revenue		3,153	(3,153)	
Hospital Shortfall		5,524		5,524
Single Bed Certification Response	2.3	13,759	115	13,874
Postage Rate Adjustments		8		8
Transfers to Align Services		468	39	507
Psychiatric Intensive Care Unit	1.9	339		339
Psychiatric Emergency Response Team	1.9	318		318
Disproportionate Share Hospital Funding		(1,061)	1,061	
Mandatory Workload Adjustments		(10,305)	130,879	120,574
Agency Efficiency Savings		(2,139)		(2,139)
<b>Subtotal - Supplemental Changes</b>	6.1	10,064	128,941	139,005
<b>Total Proposed Budget</b>	2,686.8	951,755	1,047,532	1,999,287
Difference	12.1	10,064	128,941	139,005
Percent Change	0.5%	1.1%	14.0%	7.5%

**SUPPLEMENTAL CHANGES****Hospital Revenue**

An annual adjustment is provided to maintain funding levels based on twelve-month average annual revenue projections of inpatient contributions and Medicaid earnings. With this funding, the state hospitals are expected to maintain current hospital operations. (General Fund-State, General Fund-Federal)

**Hospital Shortfall**

Funding is provided to cover the shortfall of current expenditures versus budgeted levels at Eastern State Hospital and Western State Hospital. With this one-time funding, the state hospitals are expected to effectively manage the state hospital system within current staffing levels.

**Single Bed Certification Response**

Inappropriate boarding of patients at medical hospitals is prevented by funding up to 145 additional psychiatric community beds for individuals in need of psychiatric mental health services. Funding will improve public safety by ensuring that individuals determined to be a danger to themselves or others receive necessary mental health services. (General Fund-State, General Fund-Federal)

**Postage Rate Adjustments**

Funding is provided for the 6.52 percent postage rate increase which went into effect in January 2014.

## **SUPPLEMENTAL BUDGET**

### **Transfers to Align Services**

A shift of FTE staff and funding among programs is provided in the 2015 supplemental budget. This transfer will align FTE staff and funds with the programs where the costs are incurred. The net impact is zero. (General Fund-State, General Fund-Federal)

### **Psychiatric Intensive Care Unit**

Funding is provided for a Psychiatric Intensive Care Unit (PICU) to serve violent and assaultive patients at both Western State Hospital and Eastern State Hospital. The PICUs will house high acuity patients for short-term stays with a transition back to a standard ward after stabilization. PICU patients will receive specialized patient care and treatment targeted at reduction of violence and assaults, thereby increasing patient and staff safety.

### **Psychiatric Emergency Response Team**

Funding is provided for 23.0 staff to expand the Psychiatric Emergency Response Team (PERT) at Western State Hospital (WSH). It also will create an additional team for day and evening shifts to support the civil wards at WSH and add a single team for day and evening shifts at Eastern State Hospital. These items are expected to increase the safety of staff and patients at both state hospitals.

### **Disproportionate Share Hospital Funding**

Increased federal expenditure authority is provided for an anticipated increase in federal Disproportionate Share Hospital (DSH) payments. A corresponding reduction to General Fund-State is also made. Expected reductions to DSH that will impact the state hospitals as a result of the Affordable Care Act are delayed until the 2015-17 biennium. (General Fund-State, General Fund-Federal)

### **Mandatory Workload Adjustments**

Funding is provided to the Behavioral Health and Service Integration Administration (BHSIA) as a result of the November 2014 caseload forecast update. (General Fund State, General Fund Federal)

### **Agency Efficiency Savings**

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.